

	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
Description: Administer a retirement plan mandatory for all eligible state and school district employees and for employees of political subdivisions which have elected to participate. Provide separation, disability, death, and survivor benefits. Administer the retiree medical insurance reserve of state and school district retirees from which group insurance monthly premium payments are made and administer the former Firemen's Retirement Fund Program for paid firemen.							
FY 2001 Original Appropriation							
3.00 FY 2001 Original Appropriation: HB 790, HB 809, SB 1564							
Dedicated	53.70	2,413,100	2,975,100	124,300	0	0	5,512,500
Total	53.70	2,413,100	2,975,100	124,300	0	0	5,512,500
Appropriation Adjustments							
4.42 Negative Supplemental: The Governor recommends removal of 80% of agency savings resulting from the employer share of PERSI gain sharing and the temporary retirement rate reduction.							
Dedicated	0.00	(63,200)	0	0	0	0	(63,200)
Total	0.00	(63,200)	0	0	0	0	(63,200)
FY 2001 Total Appropriation							
Dedicated	53.70	2,349,900	2,975,100	124,300	0	0	5,449,300
Total	53.70	2,349,900	2,975,100	124,300	0	0	5,449,300
FY 2001 Estimated Expenditures							
Dedicated	53.70	2,349,900	2,975,100	124,300	0	0	5,449,300
Total	53.70	2,349,900	2,975,100	124,300	0	0	5,449,300
Base Adjustments							
8.41 Removal of One-Time Expenditures							
Dedicated	0.00	(56,900)	(784,500)	(124,300)	0	0	(965,700)
Total	0.00	(56,900)	(784,500)	(124,300)	0	0	(965,700)
8.92 Other Adjustments: Funds identified as a result of the one-time PERSI gain sharing and temporary retirement rate reduction in DU 4.42 are restored to the agency Personnel Cost base.							
Dedicated	0.00	63,200	0	0	0	0	63,200
Total	0.00	63,200	0	0	0	0	63,200
FY 2002 Base							
Dedicated	53.70	2,356,200	2,190,600	0	0	0	4,546,800
Total	53.70	2,356,200	2,190,600	0	0	0	4,546,800
Program Maintenance							
10.11 Change in Benefit Costs: Changes in benefit costs reflect the increased cost for health insurance and reduced costs for unemployment insurance and retirement contributions.							
Dedicated	0.00	27,100	0	0	0	0	27,100
Total	0.00	27,100	0	0	0	0	27,100
10.21 General Inflation: A 1.5% inflationary increase is provided for standard operating costs.							
Dedicated	0.00	0	32,900	0	0	0	32,900
Total	0.00	0	32,900	0	0	0	32,900

Public Employee Retirement System
Administration

	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
10.31 Replacement Items: Includes twenty personal computers (\$50,000), two laser printers (\$7,000), two fax machines (\$4,400), and office equipment (\$3,600).							
Dedicated	0.00	0	0	65,000	0	0	65,000
Total	0.00	0	0	65,000	0	0	65,000
10.41 Attorney General Fees: Adjustments to costs of legal services provided by the Office of the Attorney General are reflected here.							
Dedicated	0.00	0	(14,000)	0	0	0	(14,000)
Total	0.00	0	(14,000)	0	0	0	(14,000)
10.42 Refactored Classes: Increase in pay grade for a management assistant from G to I, technical records specialist from C to F, and the deputy director position from N to P.							
Dedicated	0.00	23,700	0	0	0	0	23,700
Total	0.00	23,700	0	0	0	0	23,700
10.45 Risk Management Fees: The Office of Insurance Management reports a 23% increase in property insurance costs as well as minor adjustments to other cost categories based on agency claims patterns.							
Dedicated	0.00	0	300	0	0	0	300
Total	0.00	0	300	0	0	0	300
10.46 State Controller Fees: Adjustments to the costs of statewide accounting and statewide payroll processing provided by the Office of the State Controller are reflected here.							
Dedicated	0.00	0	1,200	0	0	0	1,200
Total	0.00	0	1,200	0	0	0	1,200
10.47 State Treasurer Fees: Adjustments to the costs of cash management and warrant processing by the Office of the State Treasurer are reflected here.							
Dedicated	0.00	0	(14,900)	0	0	0	(14,900)
Total	0.00	0	(14,900)	0	0	0	(14,900)
10.51 Annualizations: Provides annualization of positions that were added for the gain sharing program.							
Dedicated	0.00	46,500	0	0	0	0	46,500
Total	0.00	46,500	0	0	0	0	46,500
10.61 Change in Employee Compensation: An increase in employee compensation of 4.5% is recommended for all state agencies. 3.5% shall be used for performance related increases and 1% shall be used to address agency specific compensation issues.							
Dedicated	0.00	100,800	0	0	0	0	100,800
Total	0.00	100,800	0	0	0	0	100,800
FY 2002 Total Maintenance							
Dedicated	53.70	2,554,300	2,196,100	65,000	0	0	4,815,400
Total	53.70	2,554,300	2,196,100	65,000	0	0	4,815,400

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Program Enhancements							
12.01 Gain Sharing Plan Implementation: Provide additional staff to implement the Gain Sharing Plan (PERSI Choice Plan) that was approved during the 2000 Legislative session. Includes two customer service representatives, one records clerk, and one administrative assistant. This represents the second phase of implementation for the new program.							
Dedicated	4.00	128,900	170,000	22,000	0	0	320,900
Total	4.00	128,900	170,000	22,000	0	0	320,900
12.02 Benefits Analyst: Provides for the addition of one benefits analyst. The 20% growth in the number of new retirees, a 25% increase in divorce calculations, and the 10% increase in death calculations have outpaced the staff. Currently the staff is required to work substantial overtime to stay current. Additionally, It is expected that there will be a 50% increase in the number of retirees over the next ten years.							
Dedicated	1.00	34,800	47,500	6,000	0	0	88,300
Total	1.00	34,800	47,500	6,000	0	0	88,300
12.03 Business Resumption Plan: In a 1999 independent audit conducted by Deloitte and Touche, and adopted by the Board, the management comments recommended that PERSI develop and implement a complete business resumption plan. PERSI staff and the auditors agreed to a schedule to implement such a plan. In the 2000 audit, the auditors again repeated the management comment and acknowledged that PERSI was proceeding according to the schedule. Even so, the potential impacts of a disaster to the 100,000+ members are such that the auditors recommend that PERSI acquire funding for a remote "hot site". This includes funds to contract with an established disaster recovery firm for out-of-area emergency space and equipment to provide continuity of service should there be a major disaster at the current site.							
Dedicated	0.00	0	36,000	0	0	0	36,000
Total	0.00	0	36,000	0	0	0	36,000
FY 2002 Total Governor's Rec.							
Dedicated	58.70	2,718,000	2,449,600	93,000	0	0	5,260,600
Total	58.70	2,718,000	2,449,600	93,000	0	0	5,260,600